



LEGISLATIVE FISCAL OFFICE  
Fiscal Note

Fiscal Note On: **HB 679** HLS 13RS 1022

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> May 16, 2013	10:21 AM	<b>Author:</b> PONTI
<b>Dept./Agy.:</b> Revenue		
<b>Subject:</b> Motion Picture Credits		<b>Analyst:</b> Greg Albrecht

TAX CREDITS

OR NO IMPACT See Note

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Authorizes the use of motion picture investor tax credits against severance tax

Current law allows motion picture tax credits to be claimed against personal and corporate income tax liabilities.

Proposed law allows those tax credits to also be claimed against severance tax liabilities.

Effective for tax years beginning on or after January 1, 2014.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. Motion picture credits are already transferable among taxpayers with income tax liabilities, and can be redeemed directly from the state (the mechanism that appears to be on track to liquidate 80% - 90% if not more of all credits issued). It does not seem likely that adding one additional tax liability against which the credits can be claimed (after being transferred to severance tax taxpayers) will materially increase the realizations of credits against the state fisc.